NAVRAE/ENQUIRIES/IMIBUZO: TELEFOON/TELEPHONE/UMNXEBA: FAKS/FAX/iFEKSI: E-POS/E-MAIL/iE-MAIL: U VERW/YOUR REF/iREF YAKHO: ONS VERW/OUR REF/iREF YETHU: Municipal Manager: Mike Mgajo 021-888 5272/5130 021-887 3451 mm@capewinelands.gov.za 2/3/1/1 5/15/1/3/1

28 February 2017

Mr D Mc Thomas

THE MUNICIPAL MANAGER
BREEDE VALLEY MUNICIPALITY

Sir.

RE: FINANCIAL ALLOCATION TOWARDS BREEDE VALLEY MUNICIPALITY

Your proposal pertaining to capacity and support required from Cape Winelands District Municipality (CWDM) dated 10 February 2017, refers.

It is herewith confirmed that the Cape Winelands District Municipality made provision on its 2017/2018 Medium Term Revenue Expenditure Framework for an allocation to **Breede Valley Municipality** of **R500 000 (five hundred thousand rand)** for the abovementioned proposal.

With this initiative, the CWDM envisage to provide capacity and support for the local municipalities within its jurisdiction. Henceforth, the District Municipality awaits your final business plan in this regard, upon which a concomitant Service Level Agreement (SLA) will be concluded, followed by the relevant allocation in the 2017/2018 financial year.

Yours faithfully,

M Mgajo Municipal Manager